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Working Paper 4 November 1987

NOTE FOR:	DDA DD/OS/P&TS	
FROM:	OCA	25X1
SUBJECT:	State Appropriations Act.	
Appropriation:	ached are pages from Senate Report on the State s ACT, HR 2763. Note on page 55 (highlighted) ffecting the embassy Security.	
		25X1

cc: EXO/OS

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Declassified in Part - Sanitized Copy Approved for Release 2012/03/22 : CIA-RDP89B01356R000200240010-1 P. 52 Calendar No. 345 SENATE REPORT 100th Congress 7 1st Session 100-182 DEPARTMENTS OF COMMERCE, JUSTICE, AND STATE, THE JUDICIARY, AND RELATED AGENCIES APPROPRIATION **BILL. 1988** SEPTEMBER 25, 1987 -Ordered to be printed Mr. Hollings, from the Committee on Appropriations. submitted the following REPORT [To accompany H.R. 2763] The Committee on Appropriations, to which was referred the bill (H.R. 2763) making appropriations for the Departments of Commerce. Justice, and State, the Judiciary, and related agencies for the fiscal year ending September 30, 1988, and for other purposes, reports the same to the Senate with various amendments and presents herewith information relative to the changes made. AMOUNT IN NEW BUDGET (OBLIGATIONAL) AUTHORITY The bill as reported to the Senate: Above the appropriations for 1987...... 815,497,926 Under the estimates for 1988..... 540,780,067

# TITLE III-THE DEPARTMENT OF STATE

The Committee recommends a total of \$2,519,126,000 for fiscal 1988 for the Department of State. This amount is \$869,681,000 less the total requested for fiscal year 1988 and \$163,977,831 under th propriations enacted to date for fiscal year 1987. The recommend is \$61,453,000 less than the amount approved by the House.

## ADMINISTRATION OF FOREIGN AFFAIRS

## SALARIES AND EXPENSES

	\$1,612,3
1987 appropriations to date	1.860.4
1988 budget estimate	1.688.f
House allowance	1.632.8
Committee recommendation	

The Committee recommends an appropriation of \$1,632,840,000 amount is \$227,619,000 less than the budget request and \$20,45 more than 1987 appropriations to date.

This appropriation provides the funds necessary for the formuland execution of the foreign policy of the United States, includir conduct of diplomatic and consular relations with foreign coundiplomatic relations with international organizations, and relate tivities.

The Committee recommendation does not include funds for a the program increases requested for fiscal year 1988. For the diple and ongoing operations of the Department, \$1,355,540,000 is pro In addition, the Committee expects that a significant portion (\$61,750,000 appropriated in the Supplemental Appropriations Act will be available to offset 1988 program costs.

The Committee recommendation assumes the House lev \$303,000,000 for the Diplomatic Security Program. of which \$27 000 consists of new budget authority. The remaining \$25,700,000 be derived from funds appropriated in the Urgent Supplementa propriations Act. 1986, for the alternate automated data proc [ADP] center. The obligation of these funds was subject to approx a plan for the new center pursuant to a reprogramming request such a plan has been submitted, the Committee believes the mance of ongoing security programs is a higher priority. The Comwill entertain a budget request for the alternate ADP center if submitted.

The Committee intends that the level of funding for counterter research and development not exceed \$7,000,000, and that the

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## DEPARTMENT OF STATE

is a total of \$2,519,126,000 for fiscal year tate. This amount is \$869,681,000 less than year 1988 and \$163,977,831 under the appropriate of the second of t

ION OF FOREIGN AFFAIRS

JES AND EXPENSES

 \$1,612,384,000
 1,860,459,000
 1,688,600,000
 1,632,840,000

s an appropriation of \$1,632,840,000. This than the budget request and \$20,456,000 to date.

the funds necessary for the formulation policy of the United States, including the ensular relations with foreign countries, ernational organizations, and related ac-

iation does not include funds for any of ed for fiscal year 1988. For the diplomatic Department, \$1,355,540,000 is provided, expects that a significant portion of the Supplemental Appropriations Act, 1987, program costs.

indation assumes the House level of its Security Program, of which \$277,300, withouty. The remaining \$25,700,000 is to oriated in the Urgent Supplemental Applies alternate automated data processing of these funds was subject to approval of suant to a reprogramming request. While ed, the Committee believes the mainterams is a higher priority. The Committee to for the alternate ADP center if one is

the level of funding for counterterrorism exceed \$7,000,000, and that the final

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funding level be subject to the concurrence of the Assistant Secretary for Diplomatic Security and the Ambassador at Large for Counterterrorism. In addition, the Committee approves the addition of one class of 48 diplomatic security officers, to be funded within the total provided for security.

The Committee has stricken language proposed by the House which would prohibit the expenditure of funds for the Office of Public Diplomacy for Latin America and the Caribbean.

The Committee believes that a broad, coordinated research program is required to identify and evaluate the appropriate materials, techniques, and methods that can be used to increase the survivability of U.S. facilities abroad. Once such improvements in security structures are identified, the cost of construction is expected to be significantly lower. The Committee, therefore, directs that funds appropriated for counterterrorism research and development may be used to support research at universities and national laboratories in the United States that presently engage in similar research and have a proven track record of success in this field.

The Committee acknowledges efforts to promote international sales of a variety of vegetable oils, particularly those that are not price supported. The Committee directs the Department of State to continue to work in conjunction with the Department of Agriculture to assure timely approval of pending Export Enhancement Program proposals for sales of vegetable oils to Mediterrean basin countries.

#### REPRESENTATION ALLOWANCES

1987 appropriations to date	
1988 budget estimate	
House allowance	
Committee recommendation	4,500,000

The Committee recommends an appropriation of \$4,500,000. This is an increase of \$40,000 from the 1987 appropriations to date, \$500.000 above a House allowance, and the same as the budget request.

Representation allowances provide partial reimbursement to ambassadors, principal officers, and other foreign service officers for costs incurred for official entertainment. Official entertainment helps to establish and maintain close personal contacts abroad with local government officials and with influential members of the local community. Representation allowances are authorized by section 905 of the Foreign Service Act of 1980.

#### PROTECTION OF FOREIGN MISSIONS AND OFFICIALS

1987 appropriations to date	\$9,100,000
1988 budget estimate	
House allowance	<b>9.00</b> 0.000
Committee recommendation	9,000,000

The Committee recommends \$9,000,000 for this account. The recommendation is \$445,000 below the budget estimate and the same as the House allowance. It is \$100,000 below the allowance in the current fiscal year.

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This appropriation funds two programs. The first is to reimburse to city of New York for protection of foreign missions and officials credited to the United Nations and other international organizations cated there. The second, originally authorized by the Foreign Missic Act of 1982, provides for the protection in extraordinary circumstant of foreign missions and officials accredited to the United States. To protection must be authorized by the Secretary of State and can provided directly, by contract or through State or local authorities.

#### ACOUISITION AND MAINTENANCE OF BUILDINGS ABROAD

1987 appropriations to date	
1988 budget estimate	
House allowance	313,100,(
Committee recommendation	288,100,(

The Committee recommends an appropriation of \$288,100,000. a c crease of \$474,179,000 from the budget request and \$25,000,000 belothe amount allowed by the House. This amount is \$161,380,000 lethan the total appropriation for fiscal year 1987.

Funds in this appropriation are used for the construction or acquition and maintenance of office space and support facilities for the U foreign affairs agencies, as well as living quarters for American staff diplomatic and consular posts where housing problems exist.

The Committee recommendation includes funds to construct a nechancery complex in El Salvador to replace the facility destroyed by earthquake in October 1986 (\$61,103,000). Funds are also provided continue rehabitation of staff apartments at the Plittersdorf complex Bonn, West Germany. Funds for other capital projects have not be included, but the Committee directs the Department to accomplish to repainting of the exterior french windows, shutters, and balconies of the garden side of the Ambassador's residence in Paris within the amount available.

The Committee expects that \$25,000,000 previously appropriated f a chancery in Doha, Qatar, will be reprogrammed to supmort function programs. The Department no longer intends to pursue this project, addition, the Committee notes that savings have occurred in site acquition costs and anticipates that \$16.837,000 will be available to offs other costs in fiscal year 1988.

The Committee requests a report from the State Department on the practice of single source purchasing of fire detection equipment an systems for installation into U.S. Embassies. The report should addrethis practice as it appears to restrict competitive, and thus lower costidding, and acquisition of equipment to perform the same functions.

#### MOSCOW EMBASSY

Investigations by the Committees on Appropriations and Foreign Rlations, and the Senate Select Committee on Intelligence revealed ove whelming evidence that a highly organized and sophisticated effort the Soviet Union had compromised the technical security of the char o programs. The first is to reimburse the tion of foreign missions and officials acs and other international organizations lonally authorized by the Foreign Missions protection in extraordinary circumstances als accredited to the United States. The by the Secretary of State and can be or through State or local authorities.

## NTENANCE OF BUILDINGS ABROAD

 \$449,480,000
 762,279,000
 313,100,000
 288,100,000

an appropriation of \$288,100,000, a debudget request and \$25,000,000 below louse. This amount is \$161,380,000 less fiscal year 1987.

space and support facilities for the U.S. as living quarters for American staff at here housing problems exist.

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port from the State Department on the asing of fire detection equipment and. Embassies. The report should address strict competitive, and thus lower cost, ement to perform the same functions

### OW EMBASSY

ees on Appropriations and Foreign Reommittee on Intelligence revealed overorganized and sophisticated effort by sed the technical security of the chancery building of the new Embassy complex in Moscow. The Committee finds that this evidence demands that the chancery be destroyed and that planning be started to construct a secure facility. In addition, the Committee believes that the Department of State's embassy construction program must be strengthened.

The Committee recommends language in the bill to carry out a number of recommendations which parallel those of the Select Committee

on Intelligence, as follows:

One, prohibits further obligation of any funds for construction efforts associated with the new office building, except as necessary to demolish the upper eight floors of the building. This prohibition does not cover expenditures necessary for the continued operation and maintenance of the heating, plumbing, and electrical facilities located in the basement of the chancery nor does it prohibit expenditures for security survey work conducted in the new chancery.

Two, modifies section 154 of the Foreign Relations Authorization Act, fiscal years 1986 and 1987, to ensure that the Secretary of State does not have the flexibility to unilaterally allow the Soviet Union to occupy its new chancery in Washington, DC, until (1) a suitable new office building is available in Moscow; and (2) the Soviets have reimbursed the United States for damages incurred as a result of the present construction in Moscow.

Three, requires the State Department to develop a plan to establish essential parity in numbers, types, and quality of buildings in capital cities.

Four, calls for a hiatus on new embassy construction until the management of overseas embassy construction is organized under an Under Secretary of State who shall also have responsibility for the Office of Foreign Missions and the Bureau of Diplomatic Security.

Five, requires the Secretary of State and Director of Central Intelligence to convene a panel of experts to review and analyze the plans, contracts, and protocols of any construction projects of the Office of Foreign Buildings.

## EMERGENCIES IN THE DIPLOMATIC AND CONSULAR SERVICE

1987 appropriations to date	\$4.000 000
1988 budget estimate	4.500.000
House allowance	4.000.000
Committee recommendation	4,500,000

The Committee recommends an appropriation of \$4,500,000. This is the same as the budget request and \$500,000 above the House allowance. It is \$500,000 more than the 1987 appropriation.

This appropriation is required in order for the Secretary of State to meet unforeseen emergencies arising in the Diplomatic and Consular Service. These funds provide for relief and repatriation loans for destitute American citizens abroad and are available for other emergencies in the Department of State.

